

Contract # 069081

STATE OF UTAH CONTRACT

1. CONTRACTING PARTIES: This contract is between the following agency of the State of Utah:
Department: Utah Department of Transportation Agency Code: 810 Division: UDOT Materials Labs, referred to as (STATE), and the following CONTRACTOR:

Precision Machine & Welding

Name

2231-D #1 Centennial Rd.

Address

SalinaKS67401

City

State

Zip

LEGAL STATUS OF CONTRACTOR

- ☒ Sole Proprietor
☐ Non-Profit Corporation
☐ For-Profit Corporation
☐ Partnership
☐ Government Agency

Contact Person Jeffrey A. Harris Phone # (785) 823-8760 Email premac@pmw-wheeltracker.comFederal Tax ID# 48-1147498 Vendor # 94144A Commodity Code # 54511000000

2. GENERAL PURPOSE OF CONTRACT: The general purpose of this contract is to provide:
Provide Service and Calibration on UDOT's material labs PMW Wheel Trackers & Linear Kneading Compactors at all listed locations: Region 1 – Ogden UT, Region 2 – Salt Lake City UT, Central Materials – Salt Lake City UT, Region 3 – Orem UT, & Region 4 – Richfield UT.
3. PROCUREMENT: This contract is entered into as a result of a pre-approved sole source authorization under the delegation of authority to Kelvin G. Thacker, Procurement Services Manager #: DGR017(2) 2006-79.
4. CONTRACT PERIOD: Effective date: 10/27/05 Termination date: 10/27/08 unless terminated early or extended in accordance with the terms and conditions of this contract. Renewal options (if any): No renewal options
5. CONTRACT COSTS: CONTRACTOR will be paid a maximum of \$22,530.00 for costs authorized by this contract.
6. ATTACHMENT A: Division of Purchasing's Standard Terms and Conditions
ATTACHMENT B: Scope of Work
ATTACHMENT C: Special Terms & Conditions
ATTACHMENT D: Pricing
Any conflicts between Attachment A and other Attachments will be resolved in favor of Attachment A.
7. DOCUMENTS INCORPORATED INTO THIS CONTRACT BY REFERENCE BUT NOT ATTACHED:
a. All other governmental laws, regulations, or actions applicable to the goods and/or services authorized by this contract.

IN WITNESS WHEREOF, the parties sign and cause this contract to be executed.

CONTRACTOR

STATE

[Signature] 11-16-05
Contractor's Signature Date[Signature] 11-16-05
Kelvin G. Thacker, Procurement Services Manager
#DGR017(2)-2006-79 DateJeffrey A. Harris, owner
Type or Print Name and TitleCONTRACT RECEIVED AND
PROCESSED BY
DIVISION OF FINANCE
[Signature] NOV 28 2005
Director, Division of Finance Date

LaDonna Haslem	(801) 965-4062	(801) 965-4073	lhaslem@utah.gov
Agency Contact Person	Telephone Number	Fax Number	Email

(Revision 09/30/2003)

ATTACHMENT A: STATE OF UTAH STANDARD TERMS AND CONDITIONS

1. **AUTHORITY:** Provisions of this contract are pursuant to the authority set forth in 63-56, Utah Code Annotated, 1953, as amended, Utah State Procurement Rules (Utah Administrative Code Section R33), and related statutes which permit the State to purchase certain specified services, and other approved purchases for the State.
2. **CONTRACT JURISDICTION, CHOICE OF LAW, AND VENUE:** The provisions of this contract shall be governed by the laws of the State of Utah. The parties will submit to the jurisdiction of the courts of the State of Utah for any dispute arising out of this Contract or the breach thereof. Venue shall be in Salt Lake City, in the Third Judicial District Court for Salt Lake County.
3. **LAWS AND REGULATIONS:** Any and all supplies, services and equipment furnished will comply fully with all applicable Federal and State laws and regulations.
4. **RECORDS ADMINISTRATION:** The Contractor shall maintain, or supervise the maintenance of all records necessary to properly account for the payments made to the Contractor for costs authorized by this contract. These records shall be retained by the Contractor for at least four years after the contract terminates, or until all audits initiated within the four years, have been completed, whichever is later. The Contractor agrees to allow State and Federal auditors, and State Agency Staff, access to all the records to this contract, for audit and inspection, and monitoring of services. Such access will be during normal business hours, or by appointment.
5. **CONFLICT OF INTEREST:** Contractor represents that none of its officers or employees are officers or employees of the State of Utah, unless disclosure has been made in accordance with 67-16-8, Utah Code Annotated, 1953, as amended.
6. **CONTRACTOR, AN INDEPENDENT CONTRACTOR:** The Contractor shall be an independent contractor, and as such, shall have no authorization, express or implied, to bind the State to any agreements, settlements, liability, or understanding whatsoever, and agrees not to perform any acts as agent for the State, except as herein expressly set forth. Compensation stated herein shall be the total amount payable to the Contractor by the State. The Contractor shall be responsible for the payment of all income tax and social security amounts due as a result of payments received from the State for these contract services. Persons employed by the State and acting under the direction of the State shall not be deemed to be employees or agents of the Contractor.
7. **INDEMNITY CLAUSE:** The Contractor agrees to indemnify, save harmless, and release the State OF UTAH, and all its officers, agents, volunteers, and employees from and against any and all loss, damages, injury, liability, suits, and proceedings arising out of the performance of this contract which are caused in whole or in part by the negligence of the Contractor's officers, agents, volunteers, or employees, but not for claims arising from the State's sole negligence.
8. **EQUAL OPPORTUNITY CLAUSE:** The Contractor agrees to abide by the provisions of Title VI and VII of the Civil Rights Act of 1964 (42USC 2000e) which prohibits discrimination against any employee or applicant for employment or any applicant or recipient of services, on the basis of race, religion, color, or national origin; and further agrees to abide by Executive Order No. 11246, as amended, which prohibits discrimination on the basis of sex; 45 CFR 90 which prohibits discrimination on the basis of age; and Section 504 of the Rehabilitation Act of 1973, or the Americans with Disabilities Act of 1990 which prohibits discrimination on the basis of disabilities. Also, the Contractor agrees to abide by Utah's Executive Order, dated March 17, 1993, which prohibits sexual harassment in the work place.
9. **SEPARABILITY CLAUSE:** A declaration by any court, or any other binding legal source, that any provision of this contract is illegal and void shall not affect the legality and enforceability of any other provision of this contract, unless the provisions are mutually dependent.
10. **RENEGOTIATION OR MODIFICATIONS:** This contract may be amended, modified, or supplemented only by written amendment to the contract, executed by the same persons or by persons holding the same position as persons who signed the original agreement on behalf of the parties hereto, and attached to the original signed copy of the contract.
11. **DEBARMENT:** The Contractor certifies that neither it nor its principals are presently debarred, suspended, proposed for debarment, declared ineligible, or voluntarily excluded from participation in this transaction (contract), by any governmental department or agency. If the Contractor cannot certify this statement, attach a written explanation for review by the State. The Contractor must notify the State Director of Purchasing within 30 days if debarred by any governmental entity during the Contract period.
12. **TERMINATION:** Unless otherwise stated in the Special Terms and Conditions, this contract may be terminated, with cause by either party, in advance of the specified termination date, upon written notice being given by the other party. The party in violation will be given ten (10) working days after notification to correct and cease the violations, after which the contract may be terminated for cause. This contract may be terminated without cause, in advance of the specified expiration date, by either party, upon 90 days prior written notice being given the other party. On termination of this contract, all accounts and payments will be processed according to the financial arrangements set forth herein for approved services rendered to date of termination.
13. **NONAPPROPRIATION OF FUNDS:** The Contractor acknowledges that the State cannot contract for the payment of funds not yet appropriated by the Utah State Legislature. If funding to the State is reduced due to an order by the Legislature or the Governor, or is required by State law, or if federal funding (when applicable) is not provided, the State may terminate this contract or proportionately reduce the services and purchase obligations and the amount due from the State upon 30 days written notice. In the case that funds are not appropriated or are reduced, the State will reimburse Contractor for products delivered or services performed through the date of cancellation or reduction, and the State will not be liable for any future commitments, penalties, or liquidated damages.
14. **SALES TAX EXEMPTION:** The State of Utah's sales and use tax exemption number is E33399. The tangible personal property or services being purchased are being paid from State funds and used in the exercise of that entity's essential functions. If the items being purchased are construction materials, they will be converted into real property by employees of this government entity, unless otherwise stated in the contract.
15. **WARRANTY:** The contractor agrees to warrant and assume responsibility for all products (including hardware, firmware, and/or software products) that it licenses, contracts, or sells to the State of Utah under this contract for a period of one year, unless otherwise specified and mutually agreed upon elsewhere in this contract. The contractor (seller) acknowledges that all warranties granted to the buyer by the Uniform Commercial Code of the State of Utah apply to this contract. Product liability disclaimers and/or warranty disclaimers from the seller are not applicable to this contract unless otherwise specified and mutually agreed upon elsewhere in this contract. In general, the contractor warrants that: (1) the product will do what the salesperson said it would do, (2) the product will live up to all specific claims that the manufacturer makes in their advertisements, (3) the product will be suitable for the ordinary purposes for which such product is used, (4) the product will be suitable for any special purposes that the

State has relied on the contractor's skill or judgment to consider when it advised the State about the product, (5) the product has been properly designed and manufactured, and (6) the product is free of significant defects or unusual problems about which the State has not been warned. Remedies available to the State include the following: The contractor will repair or replace (at no charge to the State) the product whose nonconformance is discovered and made known to the contractor in writing. If the repaired and/or replaced product proves to be inadequate, or fails of its essential purpose, the contractor will refund the full amount of any payments that have been made. Nothing in this warranty will be construed to limit any rights or remedies the State of Utah may otherwise have under this contract.

16. **PUBLIC INFORMATION:** Contractor agrees that the contract will be a public document, and may be available for distribution. Contractor gives the State express permission to make copies of the contract and/or of the response to the solicitation in accordance with the State of Utah Government Records Access and Management Act. The permission to make copies as noted will take precedence over any statements of confidentiality, proprietary information, copyright information, or similar notation.
17. **DELIVERY:** Unless otherwise specified in this contract, all deliveries will be F.O.B. destination with all transportation and handling charges paid by the Contractor. Responsibility and liability for loss or damage will remain with Contractor until final inspection and acceptance when responsibility will pass to the State except as to latent defects, fraud and Contractor's warranty obligations.
18. **ORDERING AND INVOICING:** All orders will be shipped promptly in accordance with the delivery schedule. The Contractor will promptly submit invoices (within 30 days of shipment or delivery of services) to the State. The State contract number and/or the agency purchase order number shall be listed on all invoices, freight tickets, and correspondence relating to the contract order. The prices paid by the State will be those prices listed in the contract. The State has the right to adjust or return any invoice reflecting incorrect pricing.
19. **PAYMENT:** Payments are normally made within 30 days following the date the order is delivered or the date a correct invoice is received, whichever is later. All payments to the Contractor will be remitted by mail unless paid by the State of Utah's Purchasing Card (major credit card).
20. **PATENTS, COPYRIGHTS, ETC.:** The Contractor will release, indemnify and hold the State, its officers, agents and employees harmless from liability of any kind or nature, including the Contractor's use of any copyrighted or un-copyrighted composition, secret process, patented or un-patented invention, article or appliance furnished or used in the performance of this contract.
21. **ASSIGNMENT/SUBCONTRACT:** Contractor will not assign, sell, transfer, subcontract or sublet rights, or delegate responsibilities under this contract, in whole or in part, without the prior written approval of the State.
22. **DEFAULT AND REMEDIES:** Any of the following events will constitute cause for the State to declare Contractor in default of the contract: 1. Nonperformance of contractual requirements; 2. A material breach of any term or condition of this contract. The State will issue a written notice of default providing a ten (10) day period in which Contractor will have an opportunity to cure. Time allowed for cure will not diminish or eliminate Contractor's liability for damages. If the default remains, after Contractor has been provided the opportunity to cure, the State may do one or more of the following: 1. Exercise any remedy provided by law; 2. Terminate this contract and any related contracts or portions thereof; 3. Impose liquidated damages, if liquidated damages are listed in the contract; 4. Suspend Contractor from receiving future solicitations.
23. **FORCE MAJEURE:** Neither party to this contract will be held responsible for delay or default caused by fire, riot, acts of God and/or war which is beyond that party's reasonable control. The State may terminate this contract after determining such delay or default will reasonably prevent successful performance of the contract.
24. **PROCUREMENT ETHICS:** The Contractor understands that a person who is interested in any way in the sale of any supplies, services, construction, or insurance to the State of Utah is violating the law if the person gives or offers to give any compensation, gratuity, contribution, loan or reward, or any promise thereof to any person acting as a procurement officer on behalf of the State, or who in any official capacity participates in the procurement of such supplies, services, construction, or insurance, whether it is given for their own use or for the use or benefit of any other person or organization (63-56-1002, Utah Code Annotated, 1953, as amended).
25. **CONFLICT OF TERMS:** Contractor Terms and Conditions that apply must be in writing and attached to the contract. No other Terms and Conditions will apply to this contract including terms listed or referenced on a Contractor's website, terms listed in a Contractor quotation/sales order, etc. In the event of any conflict in the contract terms and conditions, the order of precedence shall be: 1. State Standard Terms and Conditions; 2. State Additional Terms and Conditions; 3. Contractor Terms and Conditions.

(Revision date: July 5, 2005)

Attachment B
Scope of Work
PMW Wheel Trackers and Linear Kneading Compactors
Service Contract

- 1) Precision Machine & Welding (PMW) will service all five sets of PMW Wheel Trackers and Linear Kneading Compactors that are in Utah.
- 2) Equipment Locations are at the materials labs in:

Region 1 - Ogden UT
Region 2 - Salt Lake City UT
Central Materials – Salt Lake City UT
Region 3 – Orem UT
Region 4 – Richfield UT
- 3) There will be two service visits scheduled each year no later than the end of March in the spring of each year and in July each year. Emergency repairs will be handled as needs require with technical assistance over the phone, and parts over night shipped and be responded to within seventy two hours. A decision will be made in joint agreement with PMW and UDOT as to whether a service visit is needed at that time. UDOT will pay for these emergency services as additional services at the contract rate.
- 4) Check and inspect machines (PMW Wheel Trackers and Linear Kneading Compactors) for damage and or worn parts and replace as needed or required to have optimum usage of this equipment at all times. Replacement parts will be paid for by UDOT above the quoted price of the service contract.
 - Service and calibration will be as Required by AASHTO T 324-2 and the UDOT MOI 990. UDOT technicians will be responsible to do the routine maintenance and lubricating the machines as outlined in the PMW Wheel Tracker 4.5 operation manual, and the PMW Compactor operation Manual.
 - CALIBRATION AND EQUIPMENT VERIFICATION will be as outlined in AASHTO T-324-2
 - Verification that the water bath temperature is within $\pm 1.0^{\circ}\text{C}$ (1.8°F) of the temperature readout on the micro-control unit, or adjusted so that it meets the requirement on the PMW Wheel Tracker.
 - Verify that LVDT height is within ± 0.05 mm (0.002 in.) between the three (10, 20, and 30 mm) calibration with the Calibration apparatus owned by UDOT or PMW's calibration apparatus and or adjusted to meet these requirements on the PMW Wheel Tracker.
 - Verify that the load on the wheel, in the middle of the stroke on the sample, at the correct level elevation, to be ± 4.5 N (158 ± 1.0 lb.) Using the Load cell owned by UDOT, or PMW and or adjusted to meet these requirements on the PMW Wheel Tracker.

- Verify that the steel wheels are reciprocating back and forth on the test samples at 50 ± 5 passes per minute on the PMW Wheel Tracker and or adjusted to meet this requirement.
- Verify and calibrate the PMW Compactor as per PMW Manufacturing requirements and or make adjustments as needed.
- PMW will supply reports and paper work on each PMW Wheel Tracker and Compactor that will satisfy AMRL Requirements.

ATTACHMENT C: SPECIAL TERMS AND CONDITIONS

CONTRACT This is a requirements contract to provide the State with Maintenance and Calibration Services for the PMW Wheel Trackers and Linear Kneading Compactors for a period of three (3) years with two (2) one year renewal options.

QUANTITY OR AMOUNT ESTIMATES STATE does not guarantee to purchase any amount under this contract. Estimated amounts are for bidding purposes only and are not to be construed as a guarantee to purchase any amount.

PRICING The Contractor agrees that the prices bid on materials/services in this contract shall be guaranteed for one (1) year.

ANY CHANGE REQUEST ON PRICES MUST GUARANTEE THE PRICE FOR ONE YEAR, AND MUST BE MADE AT LEAST THIRTY (30) DAYS PRIOR TO THE REQUESTED EFFECTIVE DATE. ANY SUCH REQUEST MUST INCLUDE SUFFICIENT DOCUMENTATION SUPPORTING THE REQUEST. REQUESTS FOR CHANGE ON ANY PRICING IN THIS CONTRACT SHALL NOT BE EFFECTIVE UNTIL IT IS APPROVED BY THE PROCUREMENT SUPERVISOR OR THE PROCUREMENT MANAGER OF THE UTAH DEPARTMENT OF TRANSPORTATION.

WAGES The Contractor shall be responsible for all applicable company wages in accordance with the federal, state, and local laws and ordinances.

INSURANCE The contractor shall maintain, during the life of this contract, complete Owner's Protective Liability Insurance in the following minimum amounts:
Bodily Injury - \$1,000,000 per Person/ \$1,000,000 per Occurrence
Property Damage - \$1,000,000 per Occurrence/ \$1,000,000 Aggregate

BASIS OF PAYMENT The number of hours of operations for bid item of equipment will be paid for at the unit price bid, which price and payment shall be full compensation for all labor, tools, equipment and incidentals including providing and maintaining the various items of equipment, furnishing competent operators, and furnishing gas, oil and all incidentals necessary to keep the equipment operating satisfactorily for the work.

INVOICING

THE CONTRACT NUMBER MUST APPEAR ON ALL INVOICES, BILLS OF LADING, PACKAGES AND ALL CORRESPONDENCE.

The State reserves the right to adjust incorrect invoices.

The Contractor shall submit invoices to:
Utah Department of Transportation
Attn: Steven Niederhauser
Box 145790
4501 S. 2700 W.
Salt Lake City, UT 84119

The State will remit payment by mail.

NON-ASSIGNMENT

The Contractor shall not sublet, assign or transfer any part of the contract without prior written approval from the Procurement Supervisor or the Procurement Manager of the Utah Department of Transportation. The provision of monies due under this contract shall not be assignable without prior written approval from the Procurement Supervisor or the Procurement Manager of the Utah Department of Transportation.

ATTACHMENT C: SPECIAL TERMS AND CONDITIONS

NON-COMPETE CLAUSE

The CONTRACTOR represents its officers and employees are free to contract with STATE and are not subject to restrictions by the terms of their present or past employment including, but not limited to an agreement not to compete for a period of time unless disclosure has been made. CONTRACTOR must disclose to the STATE any possible conflicts, in writing, before the contract is signed, and the STATE will evaluate whether to continue with contract execution. STATE may elect to terminate a contract immediately with a CONTRACTOR who is subsequently determined to be subject to such restrictions without liability to the STATE. If the STATE elects to terminate a contract for this reason, the STATE will supersede paragraph #12 in Attachment A - Standard Terms and Conditions and will not provide 30 day prior notice to the CONTRACTOR.

NOTIFICATION

All notices or correspondence given pursuant to this contract shall be sent to:

CONTRACTOR

Precision Machine & Welding
Jeffrey A. Harris
2231-D #1 Centennial Rd.
Salina KA 67401
785.823.8760 voice
premac@pmw-wheeltracker.com e-mail

STATE

Utah Department of Transportation,
LaDonna Haslem, Procurement
Box 148260
4501 S. 2700 W.
Salt Lake City UT 84119
801.965.4068 voice
lhaslem@utah.gov e-mail
801.965.4073 Fax

Technical questions can be directed to:

CONTRACTOR

Precision Machine & Welding
Jeffrey A. Harris
2231-D #1 Centennial Rd.
Salina KA 67401
785.823.8760 voice
premac@pmw-wheeltracker.com e-mail

STATE

Utah Department of Transportation
Steven Niederhauser, Materials Lab
Box 145790
4501 S. 2700 W.
Salt Lake City, UT 84119
801.965.4293 voice
sniederhauser@utah.gov e-mail
801.965.3843 Fax

NON-PERFORMANCE

If, at any time, the individuals proposed fail to demonstrate the required expertise (as represented in the CONTRACTOR's proposal) or fail to meet acceptable standards of performance, the STATE reserves the right to require the CONTRACTOR to replace this individual with a competent individual. This replacement must be approved by the STATE Project Manager. If the CONTRACTOR fails to accomplish project objectives or meet schedule commitments established in meetings with the STATE Project Manager, this contract may be canceled immediately. Waiver of any individual requirements shall not be deemed as a waiver of any other contract provisions. Lack of demand shall not be deemed of a requirement waiver. If the STATE elects to terminate the contract for non-performance, the STATE will supersede paragraph # 12 in Attachment A -Standard Terms and Conditions, and will not provide 30 day prior notice to the CONTRACTOR.

TERMINATION FOR OTHER THAN NON-PERFORMANCE. If the STATE terminates for reasons other than non-performance, the CONTRACTOR is relieved of any performance responsibilities on the project, and the withheld performance guarantee amount will be released by the STATE. The estimated completion of projects may overlap in new fiscal years. (STATE fiscal year is from July 1, to June 30). If funding is not allocated for individual projects which overlap into the new fiscal year, the project will be automatically terminated on June 30th without written notice to CONTRACTOR.

ATTACHMENT D

**PMW Wheel Trackers and Linear Kneading Compactors
Service & Calibration Pricing**

Item	Description	Unit Price
1	Service all (5) Five sets of PMW Wheeltrackers/Compactors in all Regions located in the State of Utah.	\$2,475.00
2	Travel Expenses except for Airfare	\$ 730.00
3	Travel Expenses Airfare (price may vary from \$300.00 to \$800.00)	\$ 550.00 (estimated)